

FISCAL NOTE

SB 15 - HB 132

February 6, 2001

SUMMARY OF BILL: Amends TCA, Section 67-4-2008(a)(10)(B)(i) relative to *family-owned* entities that are exempt from the excise tax by redefining sub-item (e) to include the trust of anyone, deceased or living. The bill, if passed, will provide that: A *family-owned* entity means that at least 95 percent of the ownership units of the entity are owned by members of the family, which means, with respect to an individual only:

- a) an ancestor of the individual
- b) the spouse or former spouse of such individual
- c) a lineal descendant of such individual, of such individual's spouse or former spouse, or of a parent of such individual
- d) the spouse or former spouse of any lineal descendent described in item c) or
- e) the estate or trust for the benefit of an individual who is described in any of the above subdivisions.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$100,000

The amount of decreased state revenues cannot be determined but is estimated to exceed \$100,000 based on information provided by the Department of Revenue.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director